

BOBBY JINDAL
GOVERNOR



MICHAEL B. McDUFF
EXECUTIVE DIRECTOR

State of Louisiana
STATE LICENSING BOARD FOR CONTRACTORS

September 9, 2014

The Honorable Chuck Kleckley, Speaker
Louisiana State Legislature, House of Representatives
P.O. Box 94062
Baton Rouge, LA 70804

Dear Speaker Kleckley:

The Louisiana State Licensing Board for Contractors has submitted a Notice of Intent for rule revisions to the Contractor Licensing Law, through the authority granted in R.S. 37:2150-2192, to be published in the September, 2014 issue of the "Register." This Notice of Intent and the approved Fiscal and Economic Impact Statement are attached for your review.

If you have any questions, please feel free to contact me at 225-763-3982.

Sincerely,

A handwritten signature in cursive script that reads "Judy Dupuy".

Judy Dupuy
Board Administrator

BOBBY JINDAL
GOVERNOR



MICHAEL B. MCDUFF
EXECUTIVE DIRECTOR

State of Louisiana
STATE LICENSING BOARD FOR CONTRACTORS

September 9, 2014

The Honorable Erich E. Ponti, Chairman
House Commerce Committee
Louisiana State Legislature, House of Representatives
P.O. Box 94062
Baton Rouge, LA 70804

Dear Representative Ponti:

The Louisiana State Licensing Board for Contractors has submitted a Notice of Intent for rule revisions to the Contractor Licensing Law, through the authority granted in R.S. 37:2150-2192, to be published in the September, 2014 issue of the "Register." This Notice of Intent and the approved Fiscal and Economic Impact Statement are attached for your review.

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MICHAEL B. McDUFF
EXECUTIVE DIRECTOR

State of Louisiana
STATE LICENSING BOARD FOR CONTRACTORS

September 9, 2014

The Honorable John A. Alario, President
Louisiana State Senate
P.O. Box 94183
Baton Rouge, LA 70804

Dear Senate President Alario:

The Louisiana State Licensing Board for Contractors has submitted a Notice of Intent for rule revisions to the Contractor Licensing Law, through the authority granted in R.S. 37:2150-2192, to be published in the September, 2014 issue of the "Register." This Notice of Intent and the approved Fiscal and Economic Impact Statement are attached for your review.

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MICHAEL B. McDUFF
EXECUTIVE DIRECTOR

State of Louisiana
STATE LICENSING BOARD FOR CONTRACTORS

September 9, 2014

The Honorable Daniel "Danny" Martiny, Chairman
Senate Committee on Commerce, Consumer Protection, and International Affairs
Louisiana State Senate
P.O. Box 94183
Baton Rouge, LA 70804

Dear Senator Martiny:

The Louisiana State Licensing Board for Contractors has submitted a Notice of Intent for rule revisions to the Contractor Licensing Law, through the authority granted in R.S. 37:2150-2192, to be published in the September, 2014 issue of the "Register." This Notice of Intent and the approved Fiscal and Economic Impact Statement are attached for your review.

If you have any questions, please feel free to contact me at 225-763-3982.

Sincerely,

A handwritten signature in cursive script that reads "Judy Dupuy".

Judy Dupuy
Board Administrator

NOTICE OF INTENT

Office of the Governor Louisiana State Licensing Board for Contractors

(LAC 46:XXIX.Contractors)
Rules and Regulations Update

In accordance with the provisions of La. R.S. 49:950 et seq., which is the Administrative Procedure Act, and through the authority granted in R.S. 37:2150 - 2192, which is the Contractor Licensing Law, the Licensing Board for Contractors (LSLBC) hereby gives notice of its intent to update its rules and regulations regarding contracting matters under the jurisdiction of the LSLBC.

Title 46 PROFESSIONAL AND OCCUPATIONAL STANDARDS Part XXIX. Contractors

Chapter 1. General Provisions

§113. Maintenance of Skills

A. ...

B. A residential building contractor shall be required to complete a minimum of six hours of continuing education annually by a board approved provider. Proof of compliance with this requirement shall be filed with the board annually in the format required by the board, as a condition for the maintenance and/or renewal of the license. A contractor who holds a valid, current commercial license in the major classifications of: building construction; highway, street and bridge construction; heavy construction; or municipal and public works construction, shall be deemed to have fulfilled this requirement.

AUTHORITY NOTE: Promulgated in accordance with R.S. 37:2150-2192.

HISTORICAL NOTE: Adopted by the Department of Commerce, Licensing Board for Contractors, November 1974, amended LR 8:137 (March 1982), amended by the Office of the Governor, Licensing Board for Contractors, LR 38:150 (January 2012).

§119. Notice

Repealed.

AUTHORITY NOTE: Promulgated in accordance with R.S. 37:2150-2164.

HISTORICAL NOTE: Adopted by the Department of Commerce, Licensing Board for Contractors, November 1974, amended and promulgated LR 8:137 (March 1982), amended the Department of Economic Development, Licensing Board for Contractors, LR 19:1126 (September 1993).

Chapter 3. License

§ 307. Ownership of License

A. ...

B. A domestic business entity licensed or registered by the board as a limited liability company, business corporation, partnership in commendam, or partnership, that converts under the provision of R.S. 12:1601, et seq., or is a surviving entity following a merger pursuant to 26 U.S.C. 368(a)(1)(f) where ownership of the entity does not change, shall be recognized by the board without having to file a new application for a license or registration. However, prior to updating a license or registration of the converted entity or surviving entity, the converted entity or surviving entity must furnish the following information to the board:

1. A copy of the conversion application or act of merger filed with the secretary of state.
2. A copy of the certificate of conversion or certificate of merger issued by the secretary of state.
3. The current license or registration issued by the board.
4. A copy of the revised certificate(s) of insurance in the new name of the converted entity or surviving entity for any coverage required for the issuance of the updated license or registration
5. Any revised contract or other agreement required for the issuance of the license or registration in the name of the converted entity or surviving entity.

C. An updated license or registration issued pursuant to Paragraph B of this Section shall have an

effective date retroactive to the effective date of the conversion as stated on the certificate of conversion, or the merger as stated on the certificate of merger.

AUTHORITY NOTE: Promulgated in accordance with R.S. 37:2153 and R.S. 12:1308.

HISTORICAL NOTE: Adopted by the Department of Commerce, Licensing Board for Contractors, November 1974, amended LR 8:136 (March 1982), amended by the Office of the Governor, Licensing Board for Contractors, LR 38:150 (January 2012).

§ 319. Solar Energy Equipment

A. Contractors applying for the classification of Solar Energy Equipment, must, in addition to all other application or licensing requirements, meet the following requirements prior to issuance of this classification:

1. Hold one or more of the following major classifications:
 - a. Building Construction;
 - b. Electrical Work;
 - c. Mechanical Work;
 - d. Residential Building Contractor.
2. Complete training in the design of solar energy equipment by an entity and course approved by the board.
3. Pass a written examination approved by the Licensing Board for Contractors on the installation and maintenance of solar energy equipment.
 - a. Any contractor licensed by the State Licensing Board as of August 1, 2014, holding the major classification of Building Construction, Electrical Work (Statewide) and/or Mechanical Work (Statewide) shall be deemed to have met this examination requirement.
 - b. An applicant who holds a current Solar PV Installer Certification for solar electric systems or a current Solar Heating Installer certification for solar thermal hot water systems issued by the North American Board of Certified Energy Practitioners shall be deemed to have met both this examination requirement and the training requirement in 1115(A.)(2.).
- B. Any work performed to connect wiring or hookups for any photovoltaic panel or system wherein the panel or system is of a value, including labor, materials, rentals, and all direct and indirect project expenses of \$10,000 or more shall be performed only by a contractor or subcontractor who holds the classification of Electrical Work or who may perform Electrical Work under the provisions of La. R.S. 37:2156.2(IX)(B.).
- C. Any work performed to connect piping or equipment for any solar thermal system wherein the system is of a value, including labor, materials, rentals, and all direct and indirect project expenses of \$10,000 or more shall be performed only by a contractor or subcontractor who holds the classification of Mechanical Work or who may perform Mechanical Work under the provisions of La. R.S. 37:2156.2(IX)(B.).
- D. Entities engaging in the business of selling or leasing solar energy equipment wherein such entities enter into agreements for installing, servicing, or monitoring solar energy equipment, including entities engaged in the business of arranging agreements for the lease or sale of solar energy systems or acquiring customers for financing entities, must possess a state contractor's license with the classification of Solar Energy Equipment.

AUTHORITY NOTE: Promulgated in accordance with R.S. 37:2156.3.

HISTORICAL NOTE: Adopted by the Office of the Governor, Licensing Board for Contractors, (December, 2014).

§ 321: Licensure for Individuals with Military Training and Experience, and Military Spouses

A. The board shall issue a license or registration to a military-trained applicant to allow the applicant to lawfully act as a contractor, residential building contractor, home improvement contractor, mechanical contractor, electrical contractor in this state if, upon application to the board, the applicant satisfies all of the following conditions:

1. Has completed a military program of training, been awarded a military occupational specialty, and performed in that specialty, and performed in that specialty at a level that is substantially equivalent to or exceeds the requirements for licensure or registration as a contractor, residential building contractor, home improvement contractor, mechanical contractor, or electrical contractor in this state.

2. Has engaged in the active practice of contracting in the classification or subclassification for which a license or registration is sought.

3. Has not been disciplined in any jurisdiction for an act that would have constituted grounds for refusal, suspension, or revocation of a contractor's license or registration in this state at the time the act was committed.

B. The board shall issue a license or registration to a military trained applicant, if, upon application to the board, the applicant holds a current license, certification, or registration from another jurisdiction and that jurisdiction's requirements for licensure, certification, or registration are substantially equivalent to or exceed the requirements for licensure or registration in this state.

C. The board shall issue a license or registration to a military spouse to allow the military spouse to act as a contractor in this state if, upon application to the board, the military spouse satisfies all of the following conditions:

1. Holds a current license, certification, or registration from another jurisdiction, and that jurisdiction's requirements for licensure, certification or registration are substantially equivalent to or exceed the requirements for licensure or registration in this state.

2. Can demonstrate competency to act as a contractor through methods determined by the board such as, but not limited to, having completed continuing education units or having had recent experience in the classification or subclassification for which a license or registration is being sought.

3. Has not been disciplined in any jurisdiction for an act that would have constituted grounds for refusal, suspension, or revocation of a license or registration to act as a contractor in this state at the time the act was committed.

4. Is in good standing and has not been disciplined by the agency that issued the license, certification, or permit.

D. The board shall issue a temporary practice permit to a military-trained applicant or military spouse licensed, certified, or registered in another jurisdiction while the military-trained applicant or military spouse is satisfying the requirements for licensure or registration, if that jurisdiction has licensure, certification, or registration standards substantially equivalent to the standards for licensure or registration in this state. The military-trained applicant or military spouse may practice under the temporary permit until a license or registration is granted, or until a notice to deny a license or registration is issued in accordance with Section 701.

E. The provisions of this Section shall not apply to any applicant receiving a dishonorable discharge or a military spouse whose spouse received a dishonorable discharge.

AUTHORITY NOTE: Promulgated in accordance with R.S. 37:3650.

HISTORICAL NOTE: Adopted by the Office of the Governor, Licensing Board for Contractors, (December, 2014).

Chapter 5. Examination

§507. Applicants

A. ...

B. The qualifying party shall submit his application, with all supporting documentation for approval. The qualifying party shall list all prior affiliations with a licensed contractor(s) and shall disclose whether or not any sanctions have been levied against such contractor(s). The qualifying party shall also state his and/or the contractor's involvement in such sanctions.

AUTHORITY NOTE: Promulgated in accordance with R.S. 37:2150-2192.

HISTORICAL NOTE: Adopted by the Department of Commerce, Licensing Board for Contractors, November 1974, amended LR 8:136 (March 1982), amended by the Department of Economic Development, Licensing Board for Contractors, LR 16:602 (July 1990), LR 19:1127 (September 1993), amended by the Office of the Governor, Licensing Board for Contractors, LR 38:152 (January 2012).

§509. Exemption Examination

A. ...

B. A qualifying party may be exempt from taking another examination for the same classification for which he has previously taken and passed.

C.-E. ...

AUTHORITY NOTE: Promulgated in accordance with R.S. 37:2150-2192.

HISTORICAL NOTE; Adopted by the Department of Commerce, Licensing Board for Contractors, November 1974, amended LR 8:136 (March 1982), amended by the Department of Economic Development, Licensing Board for Contractors, LR 16:602 (July 1990), LR 19:1127 (September 1993), amended by the Office of the Governor, Licensing Board for Contractors, LR 38:153 (January 2012).

§515. Examination Scheduling

A. A Qualifying Party candidate who has been approved to take an examination shall be given a means to register and schedule the examination.

B. A candidate who fails to appear on the scheduled examination date and time shall forfeit his or her examination fee and be required to submit a new examination fee before a new examination date will be scheduled.

C. A candidate who fails an examination may schedule an additional attempt 30 days or more after the date on which he or she failed an examination.

AUTHORITY NOTE: Promulgated in accordance with R.S. 37:2150-2192.

HISTORICAL NOTE: Adopted by the Department of Economic Development, State Licensing Board for Contractors, LR 21:1214 (November 1995), amended by the Office of the Governor, Licensing Board for Contractors, LR 38:153 (January 2012).

§517. Examination Administration Procedures

A. Administrative check-in procedures begin one-half hour before the examinations begin. Candidates must report to the testing center for processing at least 15 minutes prior to the examination's starting time. Any candidate reporting after the 15-minute reporting time may not be allowed admittance to the examination room. Every candidate must present acceptable government-issued photographic identification to be admitted to the examination room.

B. Personal items (e.g., telephones, pagers, calculators, purses, briefcases, etc.) shall not be allowed in the testing room. A candidate shall not have access to these items during examination administration.

C.-E. ...

AUTHORITY NOTE: Promulgated in accordance with R.S. 37:2150-2192.

HISTORICAL NOTE: Adopted by the Department of Economic Development, Licensing Board for Contractors, LR 21:1214 (November 1995), amended by the Office of the Governor, Licensing Board for Contractors, LR 38:153 (January 2012).

§519. Test Item Challenges

A. A candidate who believes that an individual test item may not have a correct answer or may have more than one correct answer shall be afforded an opportunity to challenge the test item. The candidate shall record his or her comments in writing on a form supplied by the test monitor at the candidate's request during the examination. Comments will not be accepted at any other time. Comments should provide a detailed explanation as to why the candidate feels the item is incorrect. General comments (e.g., "This item is wrong.") will not be investigated.

B.-C. ...

AUTHORITY NOTE: Promulgated in accordance with R.S. 37:2150-2192.

HISTORICAL NOTE: Adopted by the Department of Economic Development, Licensing Board for Contractors, LR 21:1214 (November 1995), amended by the Office of the Governor, Licensing Board for Contractors, LR 38:153 (January 2012).

Chapter 11. Bidding

§1103. Proper Classification

A. ...

B. The refusal by any licensed contractor, residential building contractor, home improvement contractor, subcontractor, mechanical contractor, or electrical contractor to honor a bid price may be grounds for a finding of a violation of the Contractors Licensing Law.

C. When two or more contractors bid as a joint venture on any project in the amount for which a license is required with R.S. 37:2150 et seq., all parties are required to be licensed at the time the bid is submitted. Each party to the joint venture may only perform within the applicable classifications of the work of which it is properly classified to perform.

AUTHORITY NOTE: Promulgated in accordance with R.S. 37:2153.

HISTORICAL NOTE: Adopted by the Department of Commerce, Licensing Board for

Contractors, LR 8:138 (March 1982), amended by the Office of the Governor, Licensing Board for Contractors, LR 38:155 (January 2012).

§1107. Federal Projects

Repealed

AUTHORITY NOTE: Promulgated in accordance with R.S. 37:2150-2164.

HISTORICAL NOTE: Adopted by the Department of Commerce, Licensing Board for Contractors, November 1974, amended and promulgated LR 8:136 (March 1982), amended LR 12:761 (November 1986), amended by the Department of Economic Development, Licensing Board for Contractors, LR 19:1128 (September 1993).

Chapter 15. Residential

§1505. Exceptions

A. An applicant for a residential building contractor's license who can show written proof that it possessed a contractor's license for Building Construction as required by R.S. 37: 2167D(1) prior to February 1, 1996 shall not be required to take the examinations required by the State Licensing Board for Contractors, but shall meet all other requirements for such license.

B.-C. Repealed

AUTHORITY NOTE: Promulgated in accordance with R.S. 37:2150-2192.

HISTORICAL NOTE: Adopted by the Department of Economic Development, Licensing Board for Contractors, LR 22:94 (February 1996), amended by the Office of the Governor, Licensing Board for Contractors, LR 38:156 (January 2012).

§1509. Penalties

A. ...

B. In accordance with the provisions of R.S. 37:2162, the subcommittee shall have the authority to issue a fine not to exceed ten percent of the total contract being performed for each violation, for the causes listed in R.S. 37:2158, subject to final approval by the state Contractors Licensing Board

C. ...

AUTHORITY NOTE: Promulgated in accordance with R.S. 37:2150-2192.

HISTORICAL NOTE: Adopted by the Department of Economic Development, Licensing Board for Contractors, LR 22:95 (February 1996), amended by the Office of the Governor, Licensing Board for Contractors, LR 38:156 (January 2012).

§1511. Home Improvement Registration

A. Home improvement contractors are required to register with the Board in order to perform services in an amount of \$7,500 or more, not to exceed \$75,000. Contractors who hold valid commercial or residential licenses with the Board are exempt from this registration requirement. Home improvement contractors are required to submit certificates evidencing workers' compensation coverage in compliance with Title 23 of the Louisiana Revised Statutes of 1950, proof of general liability insurance in a minimum amount of \$100,000.

AUTHORITY NOTE: Promulgated in accordance with R.S. 37:2150-2192.

HISTORICAL NOTE: Promulgated by the Office of the Governor, Licensing Board for Contractors, LR 38:813 (March 2012).

Family Impact Statement

In compliance with Act 1183 of the 1999 Regular Session of the Louisiana Legislature, the impact of these proposed rules on the family has been considered. It is anticipated that these proposed rules will have no impact on family functioning, stability or autonomy as described in R.S. 49:972.

Poverty Impact Statement

In compliance with Act 854 of the 2012 Regular Session of the Louisiana Legislature, the poverty impact of these proposed rules have been considered. It is anticipated that these proposed rules will have no impact on child, individual, or family poverty in relation to individual or community asset development as described in R.S. 49:973.

Small Business Statement

The proposed rules will have no adverse impact on small businesses as defined in the Regulatory Flexibility Act.

Provider Impact Statement

In compliance with House Concurrent Resolution (HCR) 170 of the 2014 Regular Session of the Louisiana Legislature, the provider impact of these proposed rules has been considered. It is anticipated that these proposed rules will have no known impact on providers of services for

individuals with developmental disabilities.

Interested Persons

Interested persons may submit written comments on the proposed regulations to the Licensing Board for Contractors, attention Judy Dupuy, Board Administrator, 2525 Quail Drive, Baton Rouge, Louisiana 70808, fax 225-765-2431, or jdupuy@lsllbc.louisiana.gov through October 15, 2014.

Public Hearing

If it becomes necessary to convene a public hearing to receive comments, in accordance with the Administrative Procedures Act, a hearing will be held October 28, 2014 at 9:30 a.m. at the Louisiana State Licensing Board for Contractors at 2525 Quail Drive, Baton Rouge, Louisiana, 70808.

Michael McDuff
Executive Director

RECEIVED

SEP 09 2014

OFFICE OF THE
STATE REGISTER

FISCAL AND ECONOMIC IMPACT STATEMENT
FOR ADMINISTRATIVE RULES

Person

Preparing

Statement: Judy Dupuy

Dept.: La. State Licensing Board for Contractors

Phone: 225-763-3982

Office: _____

Return
Address: 2525 Quail Drive

Rule
Title: Title 46, Part XXIX, Contractors

Baton Rouge, LA 70808

Date Rule
Takes Effect: December 20, 2014

SUMMARY
(Use complete sentences)

In accordance with Section 953 of Title 49 of the Louisiana Revised Statutes, there is hereby submitted a fiscal and economic impact statement on the rule proposed for adoption, repeal or amendment. THE FOLLOWING STATEMENTS SUMMARIZE ATTACHED WORKSHEETS, I THROUGH IV AND WILL BE PUBLISHED IN THE LOUISIANA REGISTER WITH THE PROPOSED AGENCY RULE.

I. ESTIMATED IMPLEMENTATION COSTS (SAVINGS) TO STATE OR LOCAL GOVERNMENTAL UNITS (Summary)

The proposed rule change will have no impact on state or local governmental expenditures. Implementation of the proposed rule changes will be carried out using existing staff and funding levels. The proposed rule change provides technical changes and clarifies existing practices. Section 1115 codifies existing interpretations of Act 862, Solar Energy Equipment and Systems.

II. ESTIMATED EFFECT ON REVENUE COLLECTIONS OF STATE OR LOCAL GOVERNMENTAL UNITS (Summary)

Implementation of the proposed rule changes will not impact revenue collections of state or local governmental units. The proposed rule changes do not include any fee increases by the Louisiana State Licensing Board for Contractors.

III. ESTIMATED COSTS AND/OR ECONOMIC BENEFITS TO DIRECTLY AFFECTED PERSONS OR NON-GOVERNMENTAL GROUPS (Summary)

Contractors will benefit from clarification of Board procedures and requirements, which may result in increased efficiency, faster licensing approval and renewal, and satisfactory resolution of issues regarding regulatory requirements.

IV. ESTIMATED EFFECT ON COMPETITION AND EMPLOYMENT (Summary)

The proposed rule change will have no effect on competition and employment.

Judy Dupuy
Signature of Agency Head or Designee

Evan Brassfield, Staff Director
Legislative Fiscal Officer or Designee

Judy Dupuy, Board Administrator

Typed Name & Title of Agency Head or Designee

September 9, 2014
Date of Signature

9/9/14
Date of Signature

**FISCAL AND ECONOMIC IMPACT STATEMENT
FOR ADMINISTRATIVE RULES**

The following information is required in order to assist the Legislative Fiscal Office in its review of the fiscal and economic impact statement and to assist the appropriate legislative oversight subcommittee in its deliberation on the proposed rule.

- A. Provide a brief summary of the content of the rule (if proposed for adoption, or repeal) or a brief summary of the change in the rule (if proposed for amendment). Attach a copy of the notice of intent and a copy of the rule proposed for initial adoption or repeal (or, in the case of a rule change, copies of both the current and proposed rules with amended portions indicated).

The proposed rule changes codify existing interpretations of statutes subject to the Board's regulatory authority, and reflect recent changes to other statutes, outlined below.

- B. Summarize the circumstances, which require this action. If the Action is required by federal regulation, attach a copy of the applicable regulation.

Section 1115 codifies existing recently enacted legislation, Act 862 of the 2014 Regular Legislative Session.

- C. Compliance with Act 11 of the 1986 First Extraordinary Session

- (1) Will the proposed rule change result in any increase in the expenditure of funds? If so, specify amount and source of funding.

The proposed changes will not result in any increase in fund expenditure.

- (2) If the answer to (1) above is yes, has the Legislature specifically appropriated the funds necessary for the associated expenditure increase?

(a) _____ Yes. If yes, attach documentation.

(b) X NO. If no, provide justification as to why this rule change should be published at this time

To formalize existing practice and to comply with Act 862 of the 2014 Regular Legislative Session which requires rulemaking of the requirements.

FISCAL AND ECONOMIC IMPACT STATEMENT

WORKSHEET

I. A. COSTS OR SAVINGS TO STATE AGENCIES RESULTING FROM THE ACTION PROPOSED

1. What is the anticipated increase (decrease) in costs to implement the proposed action?

COSTS	FY 11-12	FY 12-13	FY 13-14
Personal Services	\$0	\$0	\$0
Operating Expenses	0	0	0
Professional Services	0	0	0
Other Charges	0	0	0
Equipment	0	0	0
Major Repairs & Constr.	0	0	0
TOTAL	0	0	0
POSITIONS (#)	0	0	0

2. Provide a narrative explanation of the costs or savings shown in "A. 1.", including the increase or reduction in workload or additional paperwork (number of new forms, additional documentation, etc.) anticipated as a result of the implementation of the proposed action. Describe all data, assumptions, and methods used in calculating these costs.

The implementation of the proposed rule will have no effect on cost savings.

3. Sources of funding for implementing the proposed rule or rule change.

SOURCE	FY 11-12	FY 12-13	FY 13-14
State General Fund	\$0	\$0	\$0
Agency Self-Generated	0	0	0
Dedicated	0	0	0
Federal Funds	0	0	0
Other (Specify)	0	0	0
TOTAL	\$0	\$0	\$0

4. Does your agency currently have sufficient funds to implement the proposed action? If not, how and when do you anticipate obtaining such funds?

No funds are necessary to implement the proposed changes.

B. COST OR SAVINGS TO LOCAL GOVERNMENTAL UNITS RESULTING FROM THE ACTION PROPOSED.

1. Provide an estimate of the anticipated impact of the proposed action on local governmental units, including adjustments in workload and paperwork requirements. Describe all data, assumptions and methods used in calculating this impact.

These proposed rule changes will have no impact on local government units.

2. Indicate the sources of funding of the local governmental unit, which will be affected by these costs or savings.

These rule changes will not fiscally impact local governmental units.

FISCAL AND ECONOMIC IMPACT STATEMENT

WORKSHEET

II. EFFECT ON REVENUE COLLECTIONS OF STATE AND LOCAL GOVERNMENTAL UNITS

A. What increase (decrease) in revenues can be anticipated from the proposed action?

REVENUE INCREASE/DECREASE	FY 11-12	FY 12-13	FY 13-14
State General Fund	\$0	\$0	\$0
Agency Self-Generated	0	0	0
Dedicated Funds	0	0	0
Federal Funds	0	0	0
Local Funds	0	0	0
TOTAL	\$0	\$0	\$0

*Specify the particular fund being impacted.

B. Provide a narrative explanation of each increase or decrease in revenues shown in "A." Describe all data, assumptions, and methods used in calculating these increases or decreases.

There will be no increases or decreases in revenues as a result of these rule changes.

III. COSTS AND/OR ECONOMIC BENEFITS TO DIRECTLY AFFECTED PERSONS OR NONGOVERNMENTAL GROUPS

A. What persons or non-governmental groups would be directly affected by the proposed action? For each, provide an estimate and a narrative description of any effect on costs, including workload adjustments and additional paperwork (number of new forms, additional documentation, etc.), they may have to incur as a result of the proposed action.

Persons/groups directly affected include commercial contractors, residential construction contractors, and home improvement contractors. There will be no additional burden on them as a result of these rule changes. The changes involve a clarification of current procedures and complying with recent legislative changes.

B. Also provide an estimate and a narrative description of any impact on receipts and/or income resulting from this rule or rule change to these groups.

There will be no impact on receipts and/or income resulting from these rule changes.

IV. EFFECTS ON COMPETITION AND EMPLOYMENT

Identify and provide estimates of the impact of the proposed action on competition and employment in the public and private sectors. Include a summary of any data, assumptions and methods used in making these estimates.

There will be no fiscal effect of the proposed action on competition and employment in the public and private sectors.